

**BUDGET, FINANCE & INVESTMENT COMMITTEE**

**June 26, 2013**

**5:30 P.M.**

**Courthouse**

MINUTES:

<u>Members Present:</u>	<u>Others Present:</u>	<u>Others Present:</u>	<u>Others Present:</u>
Comm. Charlie Baum	Ernest Burgess	Sonya Stephenson	Larry Farley
Comm. Joe Frank Jernigan	Comm. Chantho Sourinho	Jeff Sandvig	Susan Allen
Comm. Will Jordan	Sheriff Robert Arnold	Jeff Davidson	Mary Schneider
Comm. Robert Peay, Jr.	Lisa Crowell	Joe Russell	Steve Schroeder
Comm. Steve Sandlin	Rob Mitchell	Michael Gregory	Scott Broden
Comm. Doug Shafer	Don Odom	Sue Cain	Elaine Short
Comm. Joyce Ealy, Chr.	Lisa Nolen	Gene Cain	

Chairman Ealy presided and called the meeting to order at 5:30 P.M. with all members being present.

APPROVE MINUTES:

Comm. Jernigan moved seconded by Comm. Peay to approve the June 17 and June 19, 2013 Budget Committee minutes as mailed.

The motion passed unanimously by acclamation.

**2012-13 GENERAL FUND BUDGET AMENDMENTS**

COUNTY CLERK:

Mrs. Lisa Crowell, County Clerk requested approval of the following budget transfers to provide additional funding for the Postal Charges Account using available funds from the Travel and Gasoline Accounts. Secondly, Mrs. Crowell requested to transfer funds from the Deputies Account to the Part Time Personnel Account to complete the fiscal year:

From: 101-52500-355 – Travel -	\$ 2,300
101-52500-425 – Gasoline -	2,000
To: 101-52500-348 – Postal Charges -	\$ 4,300
From: 101-52500-106 – Deputies -	\$ 1,600
To: 101-52500-169 – Part Time Personnel -	\$ 1,600

Comm. Jernigan moved, seconded by Comm. Sandlin to approve the budget transfers for the County Clerk’s Department as requested transferring \$2,300 from Account 101-52500-355, Travel, and \$2,000 from Account 101-52500-425, Gasoline, with a total of \$4,300 to Account 101-52500-348, Postal Charges; and transferring \$1,600 from Account 101-52500-106, Deputies, to Account 101-52500-169, Part Time Personnel.

The motion passed unanimously by roll call vote.

CORRECTIONAL WORK CENTER:

The Finance Director requested approval of the following budget transfers for the Correctional Work Center to provide sufficient funds in the sergeant line item and the related benefits. The shortage was due to two employees leaving and one was replaced by someone in a higher step. Due to the insurance tier chosen in 2013, there were available funds in the employee medical insurance line item. The second amendment requested a transfer from Other Contracted Services to provide sufficient funding for the In-Service Training Account to complete the fiscal year:

From: 101-54220-205 – Employee/Dependent Insurance -	\$ 7,060
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To:	101-54220-115 – Sergeants -	\$ 5,850
	101-54220-201 – Social Security -	365
	101-54220-204 – State Retirement -	745
	101-54220-209 – Disability Insurance -	15
	101-54220-212 – Employer Medicare -	85
From:	101-54220-399 – Other Contracted Services -	\$ 600
To:	54220-196 – In-Service Training -	\$ 600

Comm. Sandlin moved, seconded by Comm. Jordan to approve the budget transfers for the Correctional Work Center as requested transferring \$7,060 from Account 101-54220-205, Employee and Dependent Insurance, with \$5,850 to Account 101-54220-115, Sergeants, \$365 to Account 101-54220-201, Social Security, \$745 to Account 101-54220-204, State Retirement, \$15 to Account 101-54220-209, Disability Insurance, and \$85 to Account 101-54220-212, Employer Medicare; and transferring \$600 from Account 101-54220-399, Other Contracted Services, to Account 101-54220-196, In-Service Training.

The motion passed unanimously by roll call vote.

#### FIRE & RESCUE

Fire Chief Larry Farley requested approval of the following budget transfers to provide sufficient funding for the Communications Account and Evaluation and Testing:

From:	101-54320-334 – Maintenance Agreements -	\$ 2,000
	101-54320-335 – Maint./Repair Buildings -	2,000
To:	101-54320-307 – Communications -	\$ 4,000
From:	101-54320-347 – Pest Control -	\$ 200
	101-54320-410 – Custodial Supplies -	100
	101-54320-708 – Communications Equipment -	200
To:	101-54320-322 – Evaluation & Testing -	\$ 500

Comm. Sandlin moved, seconded by Comm. Peay to approve the budget transfers for the Fire and Rescue Department as requested transferring \$2,000 from Account 101-54320-334, Maintenance Agreements, and \$2,000 from Account 101-54320-335, Maintenance and Repair Buildings, with a total of \$4,000 to Account 101-54320-307, Communications; and transferring \$200 from Account 101-54320-347, Pest Control, \$100 from Account 101-54320-410, Custodial Supplies, and \$200 from Account 101-54320-708, Communications Equipment, with a total of \$500 to Account 101-54320-322, Evaluation and Testing.

The motion passed unanimously by roll call vote.

#### OTHER LOCAL HEALTH SERVICES:

The Finance Director requested approval of the following budget transfer for the Other Local Health Services budget, which is totally funded by the state, to provide additional funding for travel for the nurses who travel within the county for the rest of the fiscal year. The state has approved the amendment to the contract:

From:	101-55190-499, Other Supplies and Materials -	\$ 4,000
To:	101-55190-355 – Travel -	\$ 4,000

Comm. Shafer moved, seconded by Comm. Jernigan to approve the budget amendment for the Other Local Health Services budget, which is totally funded by the state, transferring \$4,000 from Account 101-55190-499, Other Supplies and Materials, to Account 101-55190-355, Travel.

The motion passed unanimously by roll call vote.

PET ADOPTION & WELFARE SERVICES:

Mr. Michael Gregory, PAWS Director, requested approval of the following budget transfers providing additional funding for the Part Time Personnel Account to complete the remainder of the year. Because of vacancies, funds were available in the Attendant line item. Mr. Gregory also requested approval of the following amendment to provide additional funding for the Overtime Account. More overtime was worked than anticipated to cover shifts for employees who have either been in training or on vacation:

From: 101-55120-164 – Attendants -	\$ 2,500
To: 101-55120-169 – Part Time Personnel -	\$ 2,500
From: 101-55120-164 – Attendants -	\$ 3,000
To: 101-55120-187 – Overtime Pay -	\$ 3,000

Comm. Peay moved, seconded by Comm. Shafer to approve the budget transfers for the Pet Adoption & Welfare Services Department as requested transferring \$2,500 from Account 101-55120-164, Attendants, to Account 101-55120-169, Part Time Personnel; and transferring \$3,000 from Account 101-55120-164, Attendants, to Account 101-55120-187, Overtime Pay.

The motion passed unanimously by roll call vote.

INFORMATION TECHNOLOGY:

Mayor Burgess requested approval of the following budget transfer for the Information Technology Department to provide additional funding for the software system that provided archive of the county's e-mail:

From: 101-52600-709 – Data Processing Equipment -	\$ 1,000
To: 101-52600-317 – Data Processing Services -	\$ 1,000

Comm. Jernigan moved, seconded by Comm. Sandlin to approve the budget transfer for the Information Technology Department as requested transferring \$1,000 from Account 101-52600-709, Data Processing Equipment, to Account 101-52600-317, Data Processing Services.

The motion passed unanimously by roll call vote.

UNEMPLOYMENT COMPENSATION:

The Finance Director requested approval of the following budget amendment to allocate expenses for unemployment compensation to the department where the actual expense occurred:

From: 101-58600-210 – Employee Benefits Unemployment Compensation -	\$500
To: 101-51500-210 – Election Unemployment Compensation -	\$500

Comm. Sandlin moved, seconded by Comm. Jordan to approve the budget amendment as requested to allocate the expense for unemployment compensation to the department where the actual expense occurred amending \$500 from Account 101-58600-210, Employee Benefits Unemployment Compensation, to Account 101-51500-210, Election Commission Unemployment Compensation.

The motion passed unanimously by roll call vote.

HOTEL/MOTEL TAX, PARKS & FAIR BOARDS, TOURISM:

The Finance Director requested approval of the following budget amendment increasing the revenue estimate for the Hotel/Motel Tax and providing 10% of the revenue for the Stones River Greenway,

30% for the Chamber of Commerce Convention/Visitors' Bureau per prior Resolution, and the balance to the Unassigned Fund Balance:

Increase Revenue:	101-40220 – Hotel/Motel Tax -	\$106,000
Increase Expend.:	101-56700-316 – Parks/Fair Boards Contributions -	\$ 10,600
	101-58110-316 – Tourism Contributions -	31,800
Increase:	101-39000 – Unassigned Fund Balance -	\$ 63,600

Comm. Sandlin moved, seconded by Comm. Shafer to approve the budget amendment as requested increasing Revenue Account 101-40220, Hotel/Motel Tax, by \$106,000, increasing Expenditure Accounts 101-56700-316, Parks and Fair Boards Contributions, by \$10,600 and 101-58110-316, Tourism Contributions, by \$31,800, with the balance of \$63,600 to Account 101-39000, Unassigned Fund Balance.

The motion passed unanimously by roll call vote.

#### COUNTY MAYOR:

The Finance Director advised that on June 20, 2013, the county had a tax sale of properties whose owners were delinquent in the payment of their property taxes over many years. There were no bidders on seven of the properties. She requested approval of the following budget amendment to provide funding to pay the delinquent property taxes on the books in Chancery Court and to pay the 2012 property taxes due to the County Trustee. One property was located in the City of La Vergne. The properties now become property of Rutherford County:

From:	101-39000 – Unassigned Fund Balance -	\$ 28,500
To:	101-51300-599 – County Mayor Other Charges -	\$ 28,500

Mayor Burgess advised that the county would have to wait at least 12 months before the properties could be disposed.

Comm. Jordan moved, seconded by Comm. Peay to approve the budget amendment as requested amending \$28,500 from Account 101-39000, Unassigned Fund Balance, to Account 101-51300-599, County Mayor Other Charges to pay the delinquent taxes on seven properties that did not sell in a tax sale.

The motion passed unanimously by roll call vote.

#### COUNTY ATTORNEY/MISCELLANEOUS:

The Finance Director requested approval of the following budget amendments to pay the bills received to date for the condemnation of the property near Eagleville School. The condemnation process began in March, 1999. The first case was settled in August, 2007, and the second case was settled in June, 2013. The monies will be spent as follows: Circuit Court Clerk - \$61,772.52; Cope, Hudson, Reed & McCreary, PLLC - \$74,151.26; John Sullivan - \$3,750. Mr. Cope has advised that there will be additional charges forthcoming, and the Finance Director advised that the requested amendment included an additional \$10,000 to cover the estimated charges:

From:	101-39000 – Unassigned Fund Balance -	\$ 88,000
To:	101-51400-331 – Legal Services -	\$ 88,000
From:	101-34585 – Restricted for Capital Projects -	\$ 61,800
To:	101-58900-715 – Miscellaneous/Land -	\$ 61,800

The Finance Director provided a summary of the two pieces of property and what had been paid to date.

Following discussion, Comm. Jordan moved, seconded by Comm. Jernigan to approve the budget amendment as requested for the settlement of the property condemnation near Eagleville School amending \$88,000 from Account 101-39000, Unassigned Fund Balance, to Account 101-51400-331, Legal Services, and amending \$61,800 from Account 101-34585, Restricted for Capital Projects, to Account 101-58900-715, Miscellaneous Land.

The motion passed unanimously by roll call vote.

SHERIFF'S DEPARTMENT/JAIL:

Sheriff Robert Arnold and Chief Deputy Joe Russell were present to request approval of the following budget transfers to provide funding to reduce employee compensatory time balances, to provide additional funding for the Sheriff's Department Part Time Account, and to transfer funds into salary accounts where the expenses actually occurred through the end of the fiscal year:

Sheriff's Department:

From:	101-54110-196 – In-Service Training -	\$ 11,750
	101-54110-312 – Contracts w/Private Agencies -	15,000
	101-54110-320 – Dues & Memberships -	2,710
	101-54110-336 – Maint./Repair Equipment -	10,000
	101-54110-338 – Maint./Repair Vehicles -	7,000
	101-54110-348 – Postal Charges -	3,000
	101-54110-429 – Instructional Supplies & Materials -	250
	101-54110-431 – Law Enforcement Supplies -	2,000
	101-54110-435 – Office Supplies -	3,725
	101-54110-437 – Periodicals -	2,000
	101-54110-453 – Vehicle Parts -	7,000
	101-54110-499 – Other Supplies & Materials -	1,700
	101-54110-505 – Judgments -	2,500
	101-54110-599 – Other Charges -	7,000
	101-54110-708 – Communications Equipment -	25,000
	101-54110-716 – Law Enforcement Equipment -	250
	101-54110-719 – Office Equipment -	1,000
To:	101-54110-187 – Overtime Pay -	\$ 69,629
	101-54110-169 – Part Time Personnel -	15,000
	101-54110-201 – Social Security -	5,289
	101-54110-204 – State Retirement -	10,739
	101-54110-212 – Employer Medicare -	1,228
From:	101-54110-148 – Dispatchers -	\$ 32,300
To:	101-54110-107 – Detectives -	\$ 15,000
	101-54110-112 – Youth Services Officers -	6,600
	101-54110-115 – Sergeants -	6,200
	101-54110-119 – Accountants/Bookkeepers -	4,500

Chief Deputy Russell also requested approval of the following budget transfers for the Jail to reduce employee compensatory time balances and to provide sufficient funding for the Part Time Personnel Account to complete the fiscal year:

Jail:

From:	101-54210-302 – Advertising -	\$ 250
	101-54210-320 – Dues & Memberships -	1,000
	101-54210-334 – Maintenance Agreements -	4,000
	101-54210-336 – Maint./Repair Equipment -	12,000
	101-54210-349 – Printing, Stationery & Forms -	2,000
	101-54210-399 – Other Contracted Services -	11,000

101-54210-431 – Law Enforcement Supplies -	1,250
101-54210-435 – Office Supplies -	900
101-54210-441 – Prisoners' Clothing -	4,000
101-54210-499 – Other Supplies & Materials -	700
To: 101-54210-187 – Overtime Pay -	\$ 30,817
101-54210-201 – Social Security -	1,926
101-54210-204 – State Retirement -	3,910
101-54210-212 – Employer Medicare -	447
From: 101-54210-189 – Other Salaries/Wages -	\$ 3,000
To: 101-54210-169 – Part Time Personnel -	\$ 3,000

Following discussion, Comm. Jernigan moved, seconded by Comm. Peay to approve the budget transfers for the Sheriff's Department and Jail as requested to reduce employee compensatory time balances, increase funding for the Part Time Personnel Accounts, and to provide funding for salary accounts where the expenses actually occurred transferring the following amounts from the Sheriff's Department Accounts: \$11,750 from 101-54110-196, In-Service Training, \$15,000 from 101-54110-312, Contracts with Private Agencies, \$2,710 from 101-54110-320, Dues and Memberships, \$10,000 from 101-54110-336, Maintenance and Repair Services Equipment, \$7,000 from 101-54110-338, Maintenance and Repair Services Vehicles, \$3,000 from 101-54110-348, Postal Charges, \$250 from 101-54110-429, Instructional Supplies and Materials, \$2,000 from 101-54110-431, Law Enforcement Supplies, \$3,725 from 101-54110-435, Office Supplies, \$2,000 from 101-54110-437, Periodicals, \$7,000 from 101-54110-453, Vehicle Parts, \$1,700 from 101-54110-499, Other Supplies and Materials, \$2,500 from 101-54110-505, Judgments, \$7,000 from 101-54110-599, Other Charges, \$25,000 from 101-54110-708, Communications Equipment, \$250 from 101-54110-716, Law Enforcement Equipment, and \$1,000 from 101-54110-719, Office Equipment; with a total of \$69,629 to Accounts 101-54110-187, Overtime Pay, \$15,000 to 101-54110-169, Part Time Personnel, \$5,289 to 101-54110-201, Social Security, \$10,739 to 101-54110-204, State Retirement, and \$1,228 to 101-54110-212, Employer Medicare; transferring \$32,300 from Account 101-54110-148, Dispatchers; with \$15,000 to Account 101-54110-107, Detectives, \$6,600 to Account 101-54110-112, Youth Service Officers, \$6,200 to Account 101-54110-115, Sergeants, and \$4,500 to Account 101-54110-119, Accountants/Bookkeepers; amending the following Jail Accounts, transferring \$250 from 101-54210-302, Advertising, \$1,000 from 101-54210-320, Dues and Memberships, \$4,000 from 101-54210-334, Maintenance Agreements, \$12,000 from 101-54210-336, Maintenance and Repair Services Equipment, \$2,000 from 101-54210-349, Printing, Stationery and Forms, \$11,000 from 101-54210-399, Other Contracted Services, \$1,250 from 101-54210-431, Law Enforcement Supplies, \$900 from 101-54210-435, Office Supplies, \$4,000 from 101-54210-441, Prisoners' Clothing, \$700 from 101-54210-499, Other Supplies and Materials; with a total of \$30,817 to Accounts 101-54210-187, Overtime Pay, \$1,926 to 101-54210-201, Social Security, \$3,910 to 101-54210-204, State Retirement, \$447 to 101-54210-212, Employer Medicare; and amending \$3,000 from Account 101-54210-189, Other Salaries and Wages, to Account 101-54210-169, Part Time Personnel.

The motion passed by roll call vote with Comm. Sandlin voting "no".

#### DRUG CONTROL FUND BUDGET AMENDMENTS:

The Finance Director requested approval of the following budget amendment for the Drug Control Fund to recognize additional revenue received from the sale of confiscated property, which also increased the fund balance:

Increase Revenue:	122-42910 – Proceeds from Confiscated Property -	\$258,800
Increase:	122-34525 – Restricted for Public Safety -	\$258,800

Mr. Russell requested approval of the following budget amendment for the Drug Control Fund to provide funding to pay compensatory time balances for the employees:

From:	122-54150-107 – Detectives -	\$ 5,000
	122-34525 – Restricted for Public Safety -	6,020

To:	122-54150-187 – Overtime Pay -	\$ 10,000
	122-54150-201 – Social Security -	310
	122-54150-204 – State Retirement -	635
	122-54150-212 – Employer Medicare -	75

Comm. Sandlin moved, seconded by Comm. Jernigan to approve the budget amendments for the Drug Control Fund as requested increasing Revenue Account 122-42910, Proceeds from Confiscated Property, by \$258,800 and increasing Account 122-34525, Restricted for Public Safety, by \$258,800; amending \$5,000 from Account 122-54150-107, Detectives, and \$6,020 from Account 122-34525, Restricted for Public Safety, with \$10,000 to Account 122-54150-187, Overtime Pay, \$310 to Account 122-54150-201, Social Security, \$635 to Account 122-54150-204, State Retirement, and \$75 to Account 122-54150-212, Employer Medicare.

The motion passed unanimously by roll call vote.

APPROVE GRANT CONTRACT WITH TENNESSEE DEPARTMENT OF MENTAL HEALTH & SUBSTANCE ABUSE SERVICES FOR DRUG COURT:

Ms. Mary Schneider, Drug Court Coordinator, requested approval of a Grant Contract with the Tennessee Department of Mental Health and Substance Abuse Services in the amount of \$107,500 for the Tennessee certified drug court program at the Rutherford County Drug Court. No local matching funds are required. Ms. Schneider advised that typically the amount of the grant was \$50,000, and in the 2012-13 fiscal year, the grant amount was \$87,500.

Comm. Sandlin moved, seconded by Comm. Peay to authorize the County Mayor to execute the Grant Contract with the Tennessee Department of Mental Health and Substance Abuse in the amount of \$107,500 requiring no local matching funds for the Rutherford County Drug Court.

The motion passed unanimously by roll call vote.

VENDOR AGREEMENTS WITH TENNESSEE DEPARTMENT OF MENTAL HEALTH & SUBSTANCE ABUSE SERVICES FOR ALCOHOL & DRUG ADDICTION TREATMENT:

Ms. Schneider informed the committee that the Rutherford County Drug Court was a licensed facility to provide services to the public for fees. The Alcohol and Drug Addiction Treatment - Indigent Supervised Probation Offenders Treatment (ADAT-SPOT) vendor agreement provided reimbursement from the state, up to \$55,000, for the Drug Court based upon a fee schedule for participants who were indigent, did not have insurance, and met 118% of the poverty level even if they were working.

The second vendor agreement provided a reimbursement from the state, up to \$15,000, also based on a fee schedule for the DUI program for participants who met the same requirements as listed for the Drug Court Program above.

Ms. Schneider advised that the county would be receiving \$10,000 less in reimbursements this year for the two agreements with a reduction of \$5,000 for each agreement.

Comm. Shafer moved, seconded by Comm. Peay to approve the vendor agreements with the Tennessee Department of Mental Health and Substance Abuse, and to authorize the County Mayor to execute the same for the Alcohol and Drug Addiction Treatment – Indigent Supervised Probation Offenders Treatment (ADAT-SPOT) in an amount not to exceed \$55,000; and the Alcohol and Drug Treatment (ADAT) for Indigent Driving Under the Influence (DUI) Offenders in an amount not to exceed \$15,000 and forward the same to the County Commission.

The motion passed unanimously by roll call vote.

REQUEST PERMISSION TO SUBMIT GRANT APPLICATION FOR 2013-14 TENNESSEE AGRICULTURE ENHANCEMENT PROGRAM GRANT:

The Finance Director advised that the Agriculture Extension Director was requesting to apply for the 2013-14 Tennessee Agriculture Enhancement Program Grant for the 2013-14 tree planting season. The maximum amount that could be received from the grant was \$20,000, which would require a local cash match equal to the grant (50-50 match).

Comm. Jordan moved, seconded by Comm. Jernigan to authorize the County Mayor to submit a grant application to the Tennessee Department of Agriculture, Forestry Division, for the Tennessee Agriculture Enhancement Program Grant for the 2013-14 planting season not to exceed \$20,000 and requiring a cash match equal to the grant.

The motion passed unanimously by roll call vote.

RESOLUTION AUTHORIZING INTERFUND CAPITAL OUTLAY NOTES NOT TO EXCEED \$7,400,000 FOR BLACKMAN MIDDLE SCHOOL ANNEX:

The Finance Director requested approval of a Resolution authorizing an interfund loan from the Debt Service Fund in an amount not to exceed \$7,400,000 to the Other Capital Projects Fund (school building program) to have funding in place when the Board of Education awarded the contract for the construction of the Blackman Middle School Annex.

Comm. Jordan moved, seconded by Comm. Sandlin to approve a Resolution and forward the same to the County Commission authorizing the issuance of interfund capital outlay notes in an amount not to exceed \$7,400,000 for the construction of the Blackman Middle School Annex.

The motion passed unanimously by roll call vote.

2012-13 GENERAL PURPOSE SCHOOL FUND BUDGET AMENDMENTS:

Mr. Don Odom, Director of Schools, and Mr. Jeff Sandvig, Assistant Superintendent of Finance, requested approval of 2012-13 General Purpose School Fund budget amendments reflecting a net increase of \$30,550 for substitute teacher pay and reducing regular teacher pay and benefits by the same amount. The rest of the lines in the amendment true up the substitute pay to the various budget line items where the expenditures were incurred. The substitute lines with increases total \$125,950, and the decreases amounted to \$95,400. The \$30,550 represented a 1.33% increase to the budget for substitute teachers.

The next amendment requested amended \$35,000 for unemployment compensation to the unemployment lines where it was needed.

The third amendment reallocated \$234,987 in budgeted utilities to cover \$77,581 in additional custodial supplies, \$20,000 additional for water and sewer, \$38,820 for a Genesis special education bus, and \$98,586 for the fuel price adjustments to the bus operator contracts.

The fourth amendment reallocated a total of \$517,133 in already budgeted expenditures within major functions. The amendment primarily covered contract services, supplies, and equipment. The Medical Services function, 72120, reallocated a state grant and included some labor. The Central and Other function reallocated available salary funds to cover additional technology expenditures.

The fifth amendment reflected year-end revenue adjustments for the General Purpose School Fund and increased the ending fund balance by \$3,038,228.

Following review, Comm. Jernigan moved seconded by Comm. Sandlin to approve the 2012-13 General Purpose School Fund budget amendments as requested amending a net increase of \$30,550 for substitute teacher pay and reducing regular teacher pay and benefits by the same amount; amending \$35,000 in unemployment compensation to the unemployment line items where it was needed; amending \$234,987 from budgeted utilities in order to cover additional expenditures of



\$77,581 for custodial supplies, \$20,000 for water and sewer, \$38,820 for a Genesis special education bus, and \$98,586 for the fuel price adjustments to the bus operator contracts; amending a total of \$517,133 in already budgeted expenditures within major functions; and increasing budgeted revenues by \$3,038,228 for various local, state and federal revenues and increasing the fund balance by the same amount.

The motion passed unanimously by roll call vote.

#### 2012-13 CENTRAL CAFETERIA FUND BUDGET AMENDMENTS:

Mr. Sandvig requested approval of 2012-13 year-end Central Cafeteria Fund Budget amendments. Initially, it was believed there would only be one payment for Workers' Compensation (OJI), but a second smaller payment was made after the line item had been amended, and therefore a request was made for additional funding for the Workers' Compensation. The other change was the move from seamless summer feeding program to the Department of Human Services program which used a different revenue account. The other line item changes adjusted the budget to better match projected 2012-13 results.

The amendment reduced revenues and expenditures both by \$490,633 with no change to the fund balance.

Following review, Comm. Sandlin moved, seconded by Comm. Peay to approve the 2012-13 Central Cafeteria Fund budget amendments as requested reducing budgeted revenues by a total of \$490,663 and reducing budgeted expenditures by the same amount.

The motion passed unanimously by roll call vote.

#### 2013-14 EDUCATION CAPITAL PROJECTS FUND BUDGET – REVISED PROJECT LIST:

Mr. Sandvig advised that because of the Eagleville Sewer Project, the Buchanan sewer was being postponed for a year. Gymnasium seating was added for Oakland and Riverdale High Schools in the upper levels for a total of \$200,000. Mr. Sandvig requested approval of the revised 2013-14 Education Capital Projects list, which totaled the same as previously approved at \$2,415,958.

Comm. Jordan moved, seconded by Comm. Baum to approve the revised 2013-14 Education Capital Projects list as requested providing \$210,000 for the Eagleville High School sewer and adding \$200,000 for gymnasium seating for Oakland and Riverdale High Schools and a total for all projects of \$2,415,958.

The motion passed unanimously by roll call vote.

#### 2013-14 BUDGET – FINAL REVIEW:

The Finance Director provided a Statement of Operations that reflected action by the Budget Committee to date. The total property tax rate was \$2.5652 per \$100 of assessed value. The total estimated revenues were \$460,975,539, and the total estimated appropriations were \$481,787,781.

Chairman Ealy asked if any member of the committee wished to adjust the budget in any way.

No member made any comments or suggestions to adjust the 2013-14 budget.

#### 2013-14 TAX LEVY RESOLUTION:

Chairman Ealy presented a Resolution authorizing the tax levy in Rutherford County, Tennessee for the fiscal year beginning July 1, 2013 totaling \$2.5652 on each \$100 of taxable property based on the following allocations: County General Fund – 67 cents; Ambulance Fund – 5.79 cents; Highway Fund – 1.3 cents; General Purpose School Fund \$1.193 cents; Education Capital Projects Fund – 4.51 cents; and Debt Service Fund – 58.62 cents.

The Finance Director advised that the other sections of the Resolution addressed other local revenues for business tax, sales tax, wheel tax, development tax, and interest earnings and how they would be distributed among the funds. There were no changes in the distributions from the prior fiscal year.

Comm. Peay moved, seconded by Comm. Jernigan to approve the Resolution authorizing the tax levy in Rutherford County, Tennessee for the fiscal year beginning July 1, 2013 for a total of \$2.5652 per \$100 of taxable property to be allocated as follows:

County General Fund -	\$ .6700
Ambulance Service Fund -	.0579
Highway Fund -	.0130
General Purpose School Fund -	1.1930
Education Capital Projects Fund -	.0451
Debt Service Fund -	<u>.5862</u>
Total -	\$2.5652

Commissioners Jernigan, Peay, Shafer, and Ealy read their conflict of interest statements. The motion passed by roll call vote with Commissioners Baum and Sandlin voting “no”.

#### 2013-14 APPROPRIATIONS RESOLUTION:

Chairman Ealy presented the Resolution making appropriations for the various funds, departments, institutions, offices and agencies of Rutherford County, Tennessee for the fiscal year beginning July 1, 2013 and ending on June 30, 2014 as follows:

General Fund -	\$ 83,110,306
Industrial/Economic Development Fund -	243,745
Solid Waste/Sanitation Fund -	4,208,265
Ambulance Service Fund -	12,640,859
Special Purpose Fund -	29,989
Drug Control Fund -	364,610
Highway Fund -	9,145,289
General Purpose School Fund -	300,005,565
Central Cafeteria Fund -	19,089,953
Education Capital Projects Fund -	2,466,383
Debt Service Fund -	<u>50,482,817</u>
Total -	\$481,787,781

Comm. Jordan moved, seconded by Comm. Peay to approve the Resolution making appropriations for the various departments, institutions, offices and agencies of Rutherford County, Tennessee for the fiscal year beginning July 1, 2013 and ending on June 30, 2014 as presented totaling \$481,787,781.

Commissioners Jernigan, Peay, Shafer and Ealy noted their conflict of interest statements. The motion passed by roll call vote with Commissioners Baum and Sandlin voting “no”.

#### **OTHER BUSINESS**

##### AGREEMENT OF RESIGNATION, APPOINTMENT AND ACCEPTANCE IN CONNECTION WITH SALE OF DEUTSCHE BANK TO U. S. BANK:

The Finance Director advised that U. S. Bank had purchased Deutsche Bank’s municipal bond trustee business. Deutsche Bank was one of Rutherford County’s paying agents for principal and interest payments on certain Rutherford County bond issues. The Finance Director requested approval of an Agreement of Resignation, Appointment and Acceptance allowing Deutsche Bank to resign as the agent and appointing U. S. Bank as the Successor Agent.

Comm. Jernigan moved, seconded by Comm. Sandlin to authorize the County Mayor to execute the Agreement of Resignation, Appointment and Acceptance recognizing the resignation of Deutsche Bank as the Agent for certain Rutherford County, Tennessee bonds and assigning U. S. Bank as the Successor Agent.

The motion passed unanimously by acclamation.

Chairman Ealy thanked Mayor Burgess for his leadership and guidance during the budget process. She also thanked the Finance Director and the Deputy Finance Director for their support and assistance. Chairman Ealy thanked the committee members for their work in preparing for the Budget Committee meetings, and their thoughtful and deliberate attitude in working on the budget.

ADJOURNMENT:

There being no further business to be presented, Chairman Ealy declared the meeting adjourned at 6:30 P.M.

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Elaine Short, Secretary